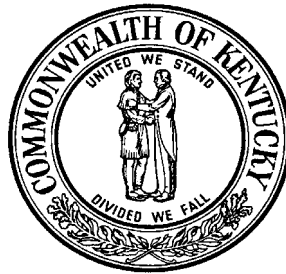


**LETTER FROM THE AUDITOR OF PUBLIC ACCOUNTS
OFFICE OF THE KENTUCKY STATE TREASURER**

**In Reference to the Statewide Single Audit
of the Commonwealth of Kentucky**

For the Year Ended June 30, 2004



CRIT LUALLEN
AUDITOR OF PUBLIC ACCOUNTS
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CRIT LUALLEN
AUDITOR OF PUBLIC ACCOUNTS

Jonathan Miller, Kentucky State Treasurer
Robbie Rudolph, Secretary, Finance and Administration Cabinet

MANAGEMENT LETTER

Pursuant to KRS 43.090 (1), which states, "[i]mmediately upon completion of each audit and investigation, except those provided for in KRS 43.070, the Auditor shall prepare a report of his findings and recommendations," we are providing this letter to the Office of the Kentucky State Treasurer (Department of Treasury) to comply with KRS 43.090.

The work completed at the Department of Treasury is part of the overall opinions included in the audit of the Commonwealth of Kentucky's Comprehensive Annual Financial Report (CAFR). Findings and recommendations for agencies, if applicable, audited as part of the CAFR and Single Audit can be found in the Statewide Single Audit Report. This report can be obtained on our website at www.auditor.ky.gov.

Included in the Department of Treasury's letter are the following:

- ◆ Acronym List
- ◆ Summary Schedule of Prior Audit Findings

Thank you for the cooperation shown our audit staff during the course of your audit. If you have any questions, please contact David Pitts, Audit Manager, at (502) 573-0050 or email at David.Pitts@auditor.ky.gov or me.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Crit Luallen".

Crit Luallen
Auditor of Public Accounts

February 28, 2005



LIST OF ABBREVIATIONS/ACRONYMS

CAFR	Comprehensive Annual Financial Report
CFDA	Catalog of Federal Domestic Assistance
Commonwealth	Commonwealth of Kentucky
Department of Treasury	Office of the Kentucky State Treasurer
FY	Fiscal Year
KRS	Kentucky Revised Statutes
KST	Office of the Kentucky State Treasurer
NA	Not Applicable
Treasury	Office of the Kentucky State Treasurer

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2004

Fiscal Year	Finding Number	Finding	CFDA Number	Questioned Costs	Comments
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Reportable Conditions

(1) Audit findings that have been fully corrected:

There were no findings for this section.

(2) Audit findings not corrected or partially corrected:

There were no findings for this section.

(3) Corrective action taken is significantly different from corrective action previously reported:

There were no findings for this section.

(4) Audit finding is no longer valid or does not warrant further action:

There were no findings for this section.

Material Weaknesses/Noncompliances

(1) Audit findings that have been fully corrected:

There were no findings for this section.

(2) Audit findings not corrected or partially corrected:

There were no findings for this section.

(3) Corrective action taken is significantly different from corrective action previously reported:

There were no findings for this section.

(4) Audit finding is no longer valid or does not warrant further action:

There were no findings for this section.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2004

Fiscal Year	Finding Number	Finding	CFDA Number	Questioned Costs	Comments
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Other Matters

(1) Audit findings that have been fully corrected:

FY 03	03-KST-1	The Office Of The Kentucky State Treasurer Should Ensure The Operational Equipment Used In The Check Writing Process Is Well Maintained	NA	0	Resolved during FY 04.
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(2) Audit findings not corrected or partially corrected:

There were no findings for this section.

(3) Corrective action taken is significantly different from corrective action previously reported:

There were no findings for this section.

(4) Audit finding is no longer valid or does not warrant further action:

There were no findings for this section.

